

**Allocation 3 – Prime 870.01 – Distribution Overhead, Transportation and Communication**

Prime 870.01 contains Supervision, Fleet, Small Tools, and Other expenses of the Distribution area. These expenses must be allocated to the Distribution Operation and Maintenance prime accounts. (Primes 871.00 – 893.00, excluding 885.00 – Maintenance Supervision and Engineering, 878.00 – Meter and House Regulator Expenses, and 879.00 – Customer Installations Expenses) *Primes 878.00 and 879.00 are not included in this allocation because they contain operating expenses related to maintaining and installing meters and regulators, and are mainly expenses of the Operations Departments, not Distribution Departments. The expenses in prime 870.01 relate primarily to the Distribution Departments.* The allocation will be based on payroll dollars.

**Allocation 4 – Prime 870.02 – Net Fleet**

Prime 870.02 contains Net Fleet expenses. Fleet primarily benefits the Distribution area, as well as Meter Reading (prime 902.00). Therefore, these Fleet expenses will be allocated to the Distribution operation and maintenance prime accounts (primes 871.00 – 893.00, excluding 885.00 – Maintenance Supervision and Engineering, 878.00 – Meter and House Regulator Expenses, and 879.00 – Customer Installations Expenses), and prime 902.00 – Meter Reading Expenses. *Primes 878.00 and 879.00 are not included in this allocation because they contain operating expenses related to maintaining and installing meters and regulators, and are mainly expenses of the Operations Departments, not Distribution Departments. The expenses in prime 870.01 relate primarily to the Distribution Departments.* The allocation will be based on payroll dollars.

**Allocation 5 – Prime 870.03 – Stores Handling Expense**

Prime 870.03 contains expenses related to inventory stores handling. Stores handling expenses will be allocated to the prime accounts which were charged for stores materials used. The allocation will be based on history.

**Allocation 6 – Prime 878.01 – Operations Overhead, Transportation, and Communication**

Prime 878.01 contains Operations Communication, Supervision, and General expenses. These expenses must be allocated to prime 878.00-Meter and House Regulators, prime 879.00 – Customer Installations, and prime 903.00-Customer Collections. The allocation will be based on payroll dollars.

**Allocation 7 – Prime 878.03 – Operations Materials**

Prime 878.03 contains material expenses. These expenses must be allocated to prime 878.00-Meter and House Regulators and prime 879.00-Customer Installations. The allocation will be based on payroll dollars.

WP ( G-9 ) 4 26/66

2003 O&M Budget  
Reclass 1a - Seareaae Storaae Budaet Buckets - Compressors

- Storage field compressor expenses are budgeted in budget buckets for each storage field. The budget buckets are in prime 818 - Storage Operations.
- The actual activities that these budgets relate to are belong in primes 818 -Storage Operations, and 834 - Storage Maintenance.
- Dollars recorded in prime 818 ,account 672400 G&A Utilities. should be reclassified to prime 819. Compressor Fuel & Power.
- The reclass will do two things. First, dollars related to fuel & power will be reclassified from prime 818 to prime 819. Second a portion of the remainingmaintenance expenses will be reclassified from prime 818 to prime 834.

	Expenditure Type Amounts 2003 December YTD Budget	Organization Expenditure Type Amounts 2003 December YTD Budget	Expenditure Type Amounts 2003 December YTD Budget	Expenditure Type Amounts 2003 December YTD Budget	Expenditure Type Amounts 2003 December YTD Budget	Expenditure Type Amounts 2003 December YTD Budget	Expenditure Type Amounts 2003 December YTD Budget	Expenditure Type Amounts 2003 December YTD Budget	Expenditure Type Amounts 2003 December YTD Budget
	75050 Budget Stor Comp - Troy Grove	76050 Budget Stor Comp - Ancona	77050 Budget Stor Comp - Pont Mt. S	78050 Budget Stor Comp - Hudson	79050 Budget Stor Comp - Pont Gales	80050 Budget Stor Comp - Lake Bloom	82050 Budget Stor Comp - Lexington	84050 Budget Stor Comp - Pecatonica	Total
Payroll:									
40010 Direct Labor Regular	226,100.00	171,304.00	29,456.00	66,388.00	25,900.00	35,980.00	30,968.00	10,220.00	596,316.00
Other:									
42010 Contractor Work	3,500.00	31,000.00	7,000.00	15,000.00	5,000.00	9,000.00	8,500.00	5,000.00	84,000.00
48010 Direct Material	56,500.00	42,000.00	6,000.00	21,000.00	16,000.00	16,500.00	8,500.00	2,300.00	168,800.00
	60,000.00	73,000.00	13,000.00	36,000.00	21,000.00	25,500.00	17,000.00	7,300.00	252,800.00
Reclass to prime 819:									
67240 G&A Utilities	9,500.00	0	0	16,800.00	14,400.00	75,000.00	70,800.00	0	186,500.00
Category	295,600.00	244,304.00	42,456.00	119,188.00	61,300.00	136,480.00	118,768.00	17,520.00	1,035,616.00
Allocation Percentages:									
Maintenance - prime 834	37.9%	64.1%	81.3%	76.3%	72.6%	68.1%	77.5%	43.9%	
Operation - prime 818	62.1%	35.9%	18.7%	23.7%	27.4%	31.9%	22.5%	56.1%	
	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	
Allocated Amounts:									
Payroll:									
Maintenance - prime 834	85,691.90	109,805.86	23,947.73	50,654.04	18,803.40	24,502.38	24,000.20	4,488.58	341,892.10
Operation - prime 818	140,408.10	61,498.14	5,508.27	15,733.96	7,096.60	11,477.62	6,967.80	5,733.42	254,423.90
Total	226,100.00	171,304.00	29,456.00	66,388.00	25,900.00	35,980.00	30,968.00	10,220.00	596,316.00
Other:									
Maintenance - prime 834	22,740.00	46,793.00	10,569.00	27,468.00	15,246.00	17,365.50	13,175.00	3,204.70	156,561.20
Operation - prime 818	37,260.00	26,207.00	2,431.00	8,532.00	5,754.00	8,134.50	3,825.00	4,095.30	96,238.80
Total	60,000.00	73,000.00	13,000.00	36,000.00	21,000.00	25,500.00	17,000.00	7,300.00	252,800.00

WP ( 6-9 ) 4 27/1026

2003 O&M Budget

Reclass 1b - Seareate Storaae Budaet Buckets - Gas Condtlonina

- Storage field gas conditioning expenses are budgeted in budget buckets for each storage field. The budget buckets are in prime 821 -Storage Operations
- The actual activities that these budgets relate to are in primes 821 - Storage Operations, and 836 - Storage Maintenance.
- The reclass will reclass the maintenance portion from prime 821 to prime 836.

	Expenditure Type Amounts 2003 December YTD Budget	Organization Expenditure Type Amounts 2003 December YTD Budget	Expenditure Type Amounts 2003 December YTD Budget	Expenditure Type Amounts 2003 December YTD Budget	Expenditure Type Amounts 2003 December YTD Budget	Expenditure Type Amounts 2003 December YTD Budget	Expenditure Type Amounts 2003 December YTD Budget	Expenditure Type Amounts 2003 December YTD Budget	
	75250 Gas Cond Budget - Troy Grove	76250 Gas Cond Budget - Ancona	77250 Gas Cond Budget - Pont Mt S	78250 Gas Cond Budget - Hudson	79250 Gas Cond Budget - Pont Gales	80250 Gas Cond Budget - Lake Bloom	82250 Gas Cond Budget - Lexington	84250 Gas Cond Budget - Pecatonica	Total
Payroll:									
40010 Direct Labor Regular	18,312.00	69,860.00	9,380.00	25,004.00	13,440.00	25,620.00	16,240.00	3,360.00	181,216.00
Other:									
42010 Contractor Work	0	8,900.00	1,000.00	1,200.00	1,100.00	1,000.00	1,000.00	0	14,200.00
48010 Direct Material	0	40,106.00	2,650.00	9,700.00	8,300.00	5,900.00	6,200.00	0	72,856.00
		49,006.00	3,650.00	10,900.00	9,400.00	6,900.00	7,200.00	-	87,056.00
Category	18,312.00	118,866.00	13,030.00	35,904.00	22,840.00	32,520.00	23,440.00	3,360.00	268,272.00

Allocation Percentages:  
Maintenance - prime 836  
Operation - prime 821

100.0%	50.3%	34.6%	35.9%	40.7%	36.3%	40.6%	100.0%
0.0%	49.7%	65.4%	64.1%	59.3%	63.7%	59.4%	0.0%
100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%

Allocated Amounts:

Payroll:

Maintenance - prime 836	18,312.00	35,139.58	3,245.48	8,976.44	5,470.08	9,300.06	6,593.44	3,360.00	90,397.08
Operation - prime 821	-	34,720.42	6,134.52	16,027.56	7,969.92	16,319.94	9,646.56	-	90,818.92
Total	18,312.00	69,860.00	9,380.00	25,004.00	13,440.00	25,620.00	16,240.00	3,360.00	181,216.00

Other:

Maintenance - prime 836	-	24,650.02	1,262.90	3,913.10	3,825.80	2,504.70	2,923.20	-	39,079.72
Operation - prime 821	-	24,355.98	2,387.10	6,986.90	5,574.20	4,395.30	4,276.80	-	47,976.28
Total		49,006.00	3,650.00	10,900.00	9,400.00	6,900.00	7,200.00	-	87,056.00

WP ( G-9 ) 4 28/66

2003 O&M Budaet  
Reclass 2 - Segregate Measurement Budaet Bucket

- Budget bucket 92071 contains the budget for activities 92020 and 92040.
- 92071 is in prime 932, while 92020 is in prime 875 and 92040 is in prime 893
- In order to record the budget in the appropriate prime account, the budget bucket will be allocated to primes 875 and 893 based on history.

		Budget	December YTD	Amounts	2003	Expenditur Organization
40010 Direct Labor Regular	92071 Measurement Admin Budget OE	33,489.00				
50010 G&A Mgmt Regular	92071 Measurement Admin Budget OE	57,167.00				
			90,656.00	Payroll		
42010 Contractor Work	92071 Measurement Admin Budget OE	5,611.00				
48010 Direct Material	92071 Measurement Admin Budget OE	20,013.00				
64030 G&A Pagers	92071 Measurement Admin Budget OE	1,185.00				
64130 G&A Seminars/Meeting Expenses	92071 Measurement Admin Budget OE	7,200.00				
64150 G&A Training	92071 Measurement Admin Budget OE	2,850.00				
64190 Other G&A	92071 Measurement Admin Budget OE	3,160.00				
			40,019.00	Other		
Category	92071 Measurement Admin Budget OE	130,675.00				
			130,675.00	Total		

Allocation Percentages:	
Operation - 92020 - prime 875	62.59%
Maintenance - 92040 - prime 893	37.41%
	100.00%

Allocation of Budget	Payroll	Other	Total	
Operation - 92020 - prime 875	56,741.59	25,047.89	81,789.48	Reclass to prime 875
Maintenance - 92040 - prime 893	33,914.41	14,971.11	48,885.52	Reclass to prime 893
	90,656.00	40,019.00	130,675.00	Reclass from prime 932

WP ( G-9 ) 4 29/66

Percentage - Maintenance  
Percentage - Operations

Activity:

92071 Measurement Admin Budget OE  
92020 Measurement Training  
92040 Shop Tools and Equip • Maint

MEASUREMENT

December YTD			December YTD			Average		
2003			2002			2002 • 2003		
Actuals	Budget	%	Actuals	Budget	%	Actuals	Budget	%
-	130,675.00		-	538,173.00		-	334,424.00	
88,556.78	-	64.91%	94,401.72	-	60.55%	91,479.25	-	62.59%
47,877.35	-	35.09%	61,492.50	-	39.45%	54,684.93	-	37.41%
136,434.13			155,894.22			146,164.18		

WP ( G-9 ) 4 30/66

2003 O&M Budget  
**Reclass 3 - Segregate Underarround Storage Tanks Budget Bucket**

- Budget bucket 29412 is used to budget for three activities, 29412 Distribution Underground Storage Tanks, 29512 Transmission Underground Storage Tanks, and 29612 Storage Underground Storage Tanks.
- These three activities are in primes 885, 861, and 830, respectively.
- In order to segregate the amount budgeted for these three activities, the budget bucket will be split based on history.
- **NOTE - FOR 2003, BUDGETS WERE PREPARED FOR 29412, 29512, AND 29612 INDIVIDUALLY, THEREFORE, THIS RECLASS IS NOT NEEDED.**

		Organization Expenditure Type Amounts December YTD 2002 Actuals			Organization Expenditure Type Amounts December YTD 2003 Actuals			Average	Organization Expenditure Type Amounts December YTD 2003 Budget
42010 Contractor Work Category	29412 Distr Undrgrnd Storage Tanks	22,531.86			9,275.16				8,000.00
	29412 Distr Undrgrnd Storage Tanks	22,531.86	74.82%		9,275.16	22.94%		48.88%	8,000.00
42010 Contractor Work Category	29512 Trans Underground Stor Tanks	2,860.50			1,608.24				8,000.00
	29512 Trans Underground Stor Tanks	2,860.50	9.50%		1,608.24	3.98%		6.74%	8,000.00
42010 Contractor Work Category	29612 Stor Undgnd Storage Tanks	4,500.62			29,546.59				8,000.00
64080 G&A Office Supplies	29612 Stor Undgnd Storage Tanks	222.07			0				0
	29612 Stor Undgnd Storage Tanks	4,722.69	15.68%		29,546.59	73.08%		44.38%	8,000.00
Total		30,115.05	100.00%		40,429.99	100.00%		100.00%	

	Allocation %	Allocation Amount	
29412 Distr Undrgrnd Storage Tanks -prime 885.00	48.88%	3,910.40	No adjustment needed
29512 Trans Underground Stor Tanks - prime 861.00	6.74%	539.20	} Amount to reclass from prime 885
29612 Stor Undgnd Storage Tanks - prime 830.00	44.38%	3,550.40	
	100.00%	8,000.00	

Note: All expenses are non-payroll.

2003 O&M Budget

Reclass 4: Reclass Company Use Gas

- The budget for company use gas is recorded in prime 819.
- Actual company use gas expense is segregated into various prime accounts:
  - Prime 819 - Gas used at storage fields
  - Prime 930.20 - Franchise gas therms
  - Prime 932 - Gas used at other company facilities, storage credits, taxes
- In addition, expense related to franchise gas therms must be recorded in prime 927, Franchise Requirements, with an offsetting credit recorded in prime 929, Duplicate Charges Credit
- The reclass will transfer dollars related to franchise gas therms, gas used at company facilities, storage credits, and taxes from prime 819 to the appropriate prime account.
- See Schedule A for breakdown.

		Budget	December Amounts	2003	prime81900	Organization
60261 Company Use & Franchise Gas	11997 Frachsise Gas - Budget	9,699,999.99				
Category	11997 Frachsise Gas - Budget	9,699,999.99				

Company Use Budget Breakdown  
By Volume Component  
2003 Budget Volumes (MMBtu)

12003 Budget 9,699,999.99

	Compressor Estimate	Franchise Estimate	Co. Bldg. Estimate	Subtotal	Total Est. including
Jan	54,993	217,790	19,798	292,581	297,308
Feb	60,541	198,450	17,384	276,375	280,840
Mar	142,355	82,577	17,083	242,015	245,925
Apr	61,829	77,869	15,414	155,112	157,618
May	75,031	51,720	14,414	141,165	143,446
Jun	87,221	2,205	12,359	101,785	103,430
Jul	80,690	5,364	14,227	100,281	101,901
Aug	104,088	4,705	15,988	124,781	126,797
Sep	165,983	10,493	12,444	188,920	191,972
Oct	175,903	38,367	14,866	229,136	232,838
Nov	96,460	47,937	16,363	160,760	163,357
Dec	53,924	85,842	17,953	157,719	160,267
	1,159,018	823,317	188,293	2,170,628	2,205,699

Total Estimate, including GLU%			
Compressor Estimate	Franchise Estimate	Co. Bldg. Estimate	Total
55,882	221,309	20,118	297,308
61,519	201,656	17,665	280,840
144,655	83,911	17,359	245,925
62,828	79,127	15,663	157,618
76,243	52,556	14,647	143,446
88,630	2,241	12,559	103,430
81,994	5,450	14,457	101,901
105,770	4,781	16,246	126,797
168,665	10,662	12,645	191,972
178,745	38,987	15,106	232,838
98,018	48,711	16,627	163,357
54,795	87,229	18,243	160,267
1,177,744	836,620	191,335	2,205,699

53.40% 37.93% 8.67% 100.00%

Allocation of Budget: 5,179,799.99 3,679,210.00 840,990.00 9,699,999.99

Record in prime 819	Record in prime 930.20 prime 927 prime 929	Record in prime 932
------------------------	---	------------------------

Reclass from prime 819

Note:

For the 2003 budget, a detailed breakdown of the company use gas budget is not available. The total volumes that the budget relates to is available. Based on these volumes, percentages are calculated for each of company use gas used at storage fields, franchise gas, and company use gas used at other facilities. Based on these percentages, the company use budget is allocated amount each area.



33/106  
WP ( G-9 ) +

Reclass 5 - Gathering Lines Gas and Saline  
Schedule A - Reclass a portion of Gathering Lines Expense-Gas recorded in Prime 833 (Maintenance) to Prime 817 (Operations):

Allocation Required:			Activity to be Allocated	2003 Budget-Prime 833 (Maintenance) Before Allocation			2003 Budget Allocation to Prime 817 (Operation)			
Prime to Allocate To:	Allocation % (a)	Payroll		Other	Total	Payroll	Other	Total		
81700 Lines Expenses - Operations	14.49%	75263 Gather Lines Gas Troy Grove	\$ 5,376.00	\$ 5,000.00	\$ 10,376.00	\$ 778.98	\$ 724.50	\$ 1,503.48	-	
83300 Ma~ntenance of Lines	85.51%									
	100.00%									
81700 Lines Expenses - Operations	22.13%	76263 Gather Lines Gas Ancona	12,040.00	6,793.00	18,833.00	2,664.45	1,503.29	4,167.74	-	
83300 Maintenance of Lines	77.87%									
	100.00%									
81700 Lines Expenses - Operations	46.96%	77263 Gather Lines Gas Pont Mt S	3,024.00	250.00	3,274.00	1,420.07	117.40	1,537.47	-	
83300 Maintenance of Lines	53.04%									
	100.00%									
81700 Lines Expenses - Operations	60.38%	78263 Gather Lines Gas Hudson	16,268.00	2,793.00	19,061.00	9,822.62	1,686.41	11,509.03	-	
83300 Ma~ntenance of Lines	39.62%									
	100.00%									
81700 Lines Expenses -Operations	47.57%	79263 Gather Lines Gas Pontiac Gale	4,536.00	750.00	5,286.00	2,157.78	356.78	2,514.55	-	
83300 Maintenance of Lines	52.43%									
	100.00%									
81700 Lines Expenses - Operations	53.66%	80263 Gather Lines Gas Lake Bloom	18,508.00	7,500.00	26,008.00	9,931.39	4,024.50	13,955.89	-	
83300 Ma~ntenance of Lines	46.34%									
	100.00%									
81700 Lines Expenses - Operations	66.02%	82263 Gather Lines Gas Lexington	19,012.00	6,000.00	25,012.00	12,551.72	3,961.20	16,512.92	-	
83300 Maintenance of Lines	33.98%									
	100.00%									
81700 Lines Expenses - Operations	1.99%	84263 Gather Lines Gas Pecatonica	1,680.00	-	1,680.00	33.43	-	33.43	-	
83300 Maintenance of Lines	98.01%									
	100.00%									
			\$ 80,444.00	\$ 29,086.00	\$ 109,530.00	\$ 39,360.45	\$ 12,374.08	\$ 51,734.52	-	

(a) Allocation percentages updated in 2003, per Joe Deters

WP ( G-9 ) 4 34/66

**Reclass 5 - Gathering Lines Gas and Saline**  
**Schedule B**  
**a. Reclass Gathering Lines Expense-Saline recorded in Prime 833 (Maintenance) between Pri 821 (Operations) and Prime 838 (Maintenance):**  
**b. Reclass a portion of Gathering Lines Expense-Saline recorded in Prime 821 (Operations) to Prime 836 (Maintenance). [Ancona and Pecatonica only]**

Allocation Required:			Activity to be Allocated	2003 Budget-Prime 833 or 821 Before Allocation			2003 Budget Allocation to Prime 821 (Operation)			2003 Budget Allocation to Prime 836 (Maintenance)		
Prime to Allocate To:		Allocation % (a)		Payroll	Other	Total	Payroll	Other	Total	400100 Payroll	641900 Other	Total
82100	Purification Expense - Operations	58.06%	75265 Gather Lines Saline Troy Grove	\$ 3,360.00	\$ -	\$ 3,360.00	\$ 1,950.82	\$ -	\$ 1,950.82	\$ 1,409.18	\$ -	\$ 1,409.18
83600	Maintenance of Purification Equipment	41.94%										
		100.00%										
82100	Purification Expense - Operations	41.26%	76265 Gather Lines Saline Ancona	4,284.00	6,043.00	10,327.00	n/a			2,516.42	3,549.66	6,066.08
83600	Maintenance of Purification Equipment	58.74%										
		100.00%										
82100	Purification Expense - Operations	33.11%	77265 Gather Lines Saline Pont Mt S	2,464.00	3,250.00	5,714.00	815.83	1,076.08	1,891.91	1,648.17	2,173.93	3,822.09
83600	Maintenance of Purification Equipment	66.89%										
		100.00%										
82100	Purification Expense - Operations	55.50%	78265 Gather Lines Saline Hudson	7,560.00	4,750.00	12,310.00	4,195.80	2,636.25	6,832.05	3,364.20	2,113.75	5,477.95
83600	Maintenance of Purification Equipment	44.50%										
		100.00%										
82100	Purification Expense - Operations	63.08%	79265 Gather Lines Saline Pont Gales	784.00	750.00	1,534.00	494.55	473.10	967.65	289.45	276.90	566.35
83600	Maintenance of Purification Equipment	36.92%										
		100.00%										
82100	Purification Expense - Operations	37.14%	80265 Gather Lines Saline Lake Bloom	6,748.00	6,043.00	12,791.00	2,506.21	2,244.37	4,750.58	4,241.79	3,798.63	8,040.42
83600	Maintenance of Purification Equipment	62.86%										
		100.00%										
82100	Purification Expense - Operations	43.00%	82265 Gather Lines Saline Lexington	6,300.00	5,750.00	12,050.00	2,709.00	2,472.50	5,181.50	3,591.00	3,277.50	6,868.50
83600	Maintenance of Purification Equipment	57.00%										
		100.00%										
82100	Purification Expense - Operations	0.00%	84265 Gather Lines Saline Pecatonica	-	-	-	n/a			-	-	-
83600	Maintenance of Purification Equipment	100.00%										
		100.00%										
				\$ 31,500.00	\$ 26,586.00	\$ 58,086.00	\$ 12,672.20	\$ 8,902.30	\$ 21,574.50	\$ 17,060.22	\$ 15,190.36	\$ 32,250.58

a) Allocation percentages updated in 2003, per Joe Deters

(a) Allocation percentages updated in 2003, per Joe Deters

WP 4 25/66 G-9

Prime 833 - Maintenance of Lines  
Gatherina Lines Expense - Gas and Saline  
Detail by Account Category

	December YTD	Organization		base amount	Budget	2003
	prime83300 40010 Direct Labor Regular	Total	Other	Category		
75263 Gather Lines Gas Troy Grove	5,376.00		5,000.00	10,376.00		
76263 Gather Lines Gas Ancona	12,040.00		6,793.00	18,833.00		
77263 Gather Lines Gas Pont Mt S	3,024.00		250.00	3,274.00		
78263 Gather Lines Gas Hudson	16,268.00		2,793.00	19,061.00		
79263 Gather Lines Gas Pontiac Gales	4,536.00		750.00	5,286.00		
80263 Gather Lines Gas Lake Bloom	18,508.00		7,500.00	26,008.00		
82263 Gather Lines Gas Lexington	19,012.00		6,000.00	25,012.00		
84263 Gather Lines Gas Pecatonica	1,680.00		-	1,680.00	109,530.00	Total (A)
75265 Gather Lines Salne Troy Grove	3,360.00		-	3,360.00		
77265 Gather Lines Salne Pont Mt S	2,464.00		3,250.00	5,714.00		
78265 Gather Lines Salne Hudson	7,560.00		4,750.00	12,310.00		
79265 Gather Lines Salne Pont Gales	784.00		750.00	1,534.00		
80265 Gather Lines Salne Lake Bloom	6,748.00		6,043.00	12,791.00		
82265 Gather Lines Salne Lexington	6,300.00		5,750.00	12,050.00		
					47,759.00	Total (B)
	107,660.00	49,629.00	157,289.00			

(A) Agree to schedule E. Reclass a portion of this amount to prime 817 ( Operations).  
(B) Agree to schedule E. Allocate this amount between primes 821 (Operations) and 836 (Maintenance).

36/66  
 )4  
 NP ( G-9  
**Prime 821 - Purification Expenses**  
**Gatherina Lines Gas and Saline**  
**Detail By Account Category**

	December YTD prime82100	Organization 67240 G&A Utilities	base amount	Budget 2003
40010 Direct Labor Regular	42010 Contractor Work	48010 Direct Material	Category	
75250 Gas Cond Budget - Troy Grove	18,312.00	0	0	18,312.00
76250 Gas Cond Budget - Ancona	69,860.00	8,900.00	40,106.00	0 118,866.00
77250 Gas Cond Budget - Pont Mt S	9,380.00	1,000.00	2,650.00	0 13,030.00
78250 Gas Cond Budget - Hudson	25,004.00	1,200.00	9,700.00	0 35,904.00
79250 Gas Cond Budget - Pont Gales	13,440.00	1,100.00	8,300.00	0 22,840.00
80250 Gas Cond Budget - Lake Bloom	25,620.00	1,000.00	5,900.00	0 32,520.00
82250 Gas Cond Budget - Lexington	16,240.00	1,000.00	6,200.00	0 23,440.00
84250 Gas Cond Budget - Pecatonica	3,360.00	0	0	0 3,360.00
75200 Gas Cond Cnsmble Troy Grove	224.00	0	29,000.00	0 29,224.00
76200 Gas Cond Cnsmble Ancona	0	150.00	11,600.00	0 11,750.00
77200 Gas Cond Cnsmble Pontiac Mt S	0	250.00	8,100.00	0 8,350.00
78200 Gas Cond Cnsmble Hudson	0	150.00	5,400.00	0 5,550.00
79200 Gas Cond Cnsmble Pontiac Gales	0	150.00	5,300.00	0 5,450.00
80200 Gas Cond Cnsmble Lake Bloom	0	750.00	5,100.00	0 5,850.00
82200 Gas Cond Cnsmble Lexington	0	300.00	5,100.00	0 5,400.00
84200 Gas Cond Cnsmble Pecatonica	0	0	15,000.00	0 15,000.00
75257 Gas Cond Maint Troy Grove	16,144.00	0	3,000.00	0 19,144.00
84257 Gas Cond Maint Pecatonica	5,880.00	0	1,400.00	0 7,280.00
76265 Gather Lines Saline Ancona	4,284.00	3,000.00	3,043.00	0 10,327.00 (A)
ACT UTILITY	207,748.00	18,950.00	164,899.00	0 391,597.00

(A) Reclass portion from prime 821 to prime 836.

Prime 833 - Maintenance of Lines  
Summary Bv Activity  
(Before Reclass)

December YTD Organization

base amount      Budget  
prime83300  
2003

Category	75600 Corr General - Troy Grove	18,900.00
	76600 Corr General - Ancona	20,300.00
	77600 Corr General - Pontiac Mt S	8,400.00
	78600 Corr General - Hudson	7,700.00
	79600 Corr General - Pontaic Gales	700.00
	80600 Corr General - Lake Bloom	5,600.00
	82600 Corr General - Lexington	5,600.00
	84600 Corr General - Pecatonica	2,800.00
	75601 Corr Internal - Troy Grove	22,033.00
	76601 Corr Internal - Ancona	78,120.00
	77601 Corr Internal - Pontiac Mt S	38,057.00
	78601 Corr Internal - Hudson	24,035.00
	79601 Corr Internal - Pontiac Gales	2,019.00
	80601 Corr Internal - Lake Bloom	22,031.00
	82601 Corr Internal - Lexington	10,013.00
	84601 Corr Internal - Pecatonica	4,002.00
	75602 Corr External - Troy Grove	19,754.00
	76602 Corr External - Ancona	30,212.00
	77602 Corr External - Pontiac Mt S	16,268.00
	78602 Corr External - Hudson	5,810.00
	79602 Corr External - Pontiac Gales	2,324.00
	80602 Corr External - Lake Bloom	12,782.00
	82602 Corr External - Lexington	18,592.00
	84602 Corr External - Pecatonica	10,458.00
	84604 Corr Devices - Pecatonica	0
	75263 Gather Lines Gas Troy Grove	10,376.00
	76263 Gather Lines Gas Ancona	18,833.00
	77263 Gather Lines Gas Pont Mt S	3,274.00
	78263 Gather Lines Gas Hudson	19,061.00
	79263 Gather Lines Gas Pontiac Gales	5,286.00
	80263 Gather Lines Gas Lake Bloom	26,008.00
	82263 Gather Lines Gas Lexington	25,012.00
	84263 Gather Lines Gas Pecatonica	1,680.00
	75265 Gather Lines Saline Troy Grove	3,360.00
	77265 Gather Lines Saline Pont Mt S	5,714.00
	78265 Gather Lines Saline Hudson	12,310.00
	79265 Gather Lines Saline Pont Gales	1,534.00
	80265 Gather Lines Saline Lake Bloom	12,791.00
	82265 Gather Lines Saline Lexington	12,050.00
ACT UTILITY		543,799.00
		543,799.00

Prime 821 - Purification Expense - Summary  
Summary By Activity.  
(Before Reclass)

December YTD Organization		base amount prime82100 2003	Budget
Category	75250 Gas Cond Budget - Troy Grove	18,312.00	
	76250 Gas Cond Budget - Ancona	118,866.00	
	77250 Gas Cond Budget - Pont Mt S	13,030.00	
	78250 Gas Cond Budget - Hudson	35,904.00	
	79250 Gas Cond Budget - Pont Gales	22,840.00	
	80250 Gas Cond Budget - Lake Bloom	32,520.00	
	82250 Gas Cond Budget - Lexington	23,440.00	
	84250 Gas Cond Budget - Pecatonica	3,360.00	
	75200 Gas Cond Cnsmble Troy Grove	29,224.00	
	76200 Gas Cond Cnsmble Ancona	11,750.00	
	77200 Gas Cond Cnsmble Pontiac Mt S	8,350.00	
	78200 Gas Cond Cnsmble Hudson	5,550.00	
	79200 Gas Cond Cnsmble Pontiac Gales	5,450.00	
	80200 Gas Cond Cnsmble Lake Bloom	5,850.00	
	82200 Gas Cond Cnsmble Lexington	5,400.00	
	84200 Gas Cond Cnsmble Pecactonica	15,000.00	
	75257 Gas Cond Maint Troy Grove	19,144.00	
	84257 Gas Cond Maint Pecatonica	7,280.00	
	76265 Gather Lines Salne Ancona	10,327.00	
ACT UTILITY		391,597.00	
		391,597.00	

WP ( G-9 ) 4 39/66

**Reclass 6 - Reclass Storage Training Expense**

- Training expenses related to the storage and transmission areas are combined in two activities, 91702 and 91703.
- These expenses are in prime 850 - Operations Supervision and Engineering of Transmission Facilities
- Training expense related to the storage area must be reclassified from prime 850 to prime 814 - (Supervision and Engineering of Storage Operations)
- Based on history, a percentage is reclassified to prime 814.

**Payroll:**

40010 Direct Labor Regular

**Other:**

42010 Contractor Work  
64130 G&A Seminars/Meeting Expenses  
64150 G&A Training  
64160 G&A Meals & Entertainment  
64170 G&A Transportation & Lodging

Total

Organization prime85000 2003 Amounts December YTD Budget	Organization prime85000 2003 Amounts December YTD Budget 91703 Stor- Trans Safety&Gen Info Mtg	Total	Storage (91%) - Prime 814	Transmission (9%) - Prime 850
91702 Industry Seminars & Training				
95,200.00	144,200.00			
95,200.00	144,200.00	239,400.00	217,854.00	21,546.00
8,500.00	10,000.00			
6,900.00	5,500.00			
11,350.00	8,750.00			
2,400.00	2,400.00			
2,400.00	2,400.00			
31,550.00	29,050.00	60,600.00	55,146.00	5,454.00
126,750.00	173,250.00	300,000.00	273,000.00	27,000.00

Amount to be  
Reclassified

WP ( 40/66 ) 4 G-9

Reclass 6 - Reclass Storage Training Expense

- Training expenses related to the storage and transmission areas are combined in two activities, 91702 and 91703.
- In order to properly report in the ICC annual report, training expense related to the storage area is reclassified from prime 850 to prime 814 (Supervision and Engineering of Storage Operations)
- In order to reclass budgeted amounts related to storage, history will be used to determine a percentage of the expense recorded in activities 91702 and 91703 that relates to storage.

	Organization prime85000 2003 Amounts December YTD Actuals Category	Organization prime85000 2002 Amounts December YTD Actuals Category	Average
91702 Industry Seminars & Training	115,465.12	138,090.82	
91703 Stor-Trans Safety&Gen Info Mtg	129,260.62	176,814.55	
Total	244,725.74	314,905.37	
Amount allocated to Storage	224,294.78	284,550.56	
Percentage allocated to Storage	92%	90%	91%
Percentage to Transmission	8%	10%	9%



41/66

4

WP ( G-9 )

**Prime 850 - Operations Supervision and Engineering of Transmission Facilities**  
**Summary By Activity**

	Category	
	December YTD	
	Organization	
	Budget	
	base amount	
	prime85000	
	2003	
54838 Trans-C Mtgs & Training	79,500.00	}
54839 Trans-C Operator Qualif Traing	2,500.00	
91702 Industry Seminars & Training	126,750.00	}
91703 Stor-Trans Safety&Gen Info Mtg	173,250.00	
	<u>382,000.00</u>	
ACT UTILITY	<u>382,000.00</u>	

Transmission

Transmission & Storage  
(need to allocate a portion to prime 814)

**Reclass 7 - Reclass A&G Payroll, Other**

- Payroll and Other expense related to A&G departments is accumulated together in an allocation prime, 92021. Amounts are then segregated into the appropriate prime account at year end, based on the general ledger account that was charged. In addition, this allocation prime includes costs incurred by A&G departments related to consulting/professional services, and the billed to affiliate credit.

	Payroll & Billed to Affiliate		
	Credits	Other	Total
Amount in Prime 92021	28,491,091.65	16,680,302.45	45,171,394.10
<u>Reclass to:</u>			
Prime 920 - A&G Salaries	33,613,325.29		33,613,325.29
Prime 921 - A&G Office Supplies		13,877,154.32	13,877,154.32
Prime 922 - A&G Expenses Transferred Credit	(5,783,403.64)	(818,977.67)	(6,602,381.31)
Prime 923 - Outside Services Employed		3,531,986.80	3,531,986.80
Prime 885 - Distribution Maintenance Sup & Eng	409,925.40	55,886.18	465,811.58
Prime 861 - Transmission Maintenance Sup & Eng	124,498.31	16,973.17	141,471.48
Prime 830 - Storage Maintenance Sup & Eng	126,746.29	17,279.65	144,025.94
Total Reclass	<u>28,491,091.65</u>	<u>16,680,302.45</u>	<u>45,171,394.10</u>

- Payroll and Other expense related to A&G departments is accumulated together in an allocation prime, 92021. Amounts are then segregated into the appropriate prime account at year end, based on the general ledger account that was charged. In addition, this allocation Prime includes costs incurred by A&G departments related to consulting/professional services, and the billed to affiliate credit.

Prime 92021 Summary - By Account Category

		Budget base amount Organization December YTD prime92021 2003
40110 Direct Labor Regular	Activity	481,446.01
44110 IDE Mgmt Pay Regular	Activity	638,070.00
4430 IDE Clerical Pay Regular	Activity	23,100.00
4470 IDE Small Tools	Activity	13,123.00
44120 IDE Other Misc	Activity	77,016.00
47010 Fleet Basic Monthly Charge	Activity	900.00
47020 Fuel Cost Gasoline	Activity	27,138.00
47021 Fuel Cost Diesel	Activity	1,015.00
47050 Fleet To CWIP Credit	Activity	(1,050.00)
48110 Direct Material	Activity	125,500.00
50110 G&A Mgmt Regular	Activity	29,756,826.73
52110 G&A Clerical Regular	Activity	3,375,052.55
56110 G&A Consults/Professional Svcs	Activity	3,107,282.80
5620 G&A Contractors	Activity	424,704.00
5650 G&A Maint Fees Svc Contracts	Activity	2,719,696.00
56060 G&A Maint Fees Software	Activity	1,649,286.04
56070 G&A Temporary Clerical Help	Activity	67,991.00
6060 Software Expense Reclass	Activity	2,425,000.00
64010 G&A Advertising	Activity	195,253.00
64020 G&A Cell Phones	Activity	239,182.59
64030 G&A Pagers	Activity	60,452.80
64040 G&A Communication Services	Activity	2,767,393.51
64050 G&A Duplicating Exp	Activity	200,491.05
64060 G&A Forms	Activity	439,301.57
64070 G&A Memberships/Dues	Activity	169,324.96
64080 G&A Office Supplies	Activity	313,927.72
64083 G&A Cafeteria & Catering	Activity	21,509.90
64090 G&A Postage Shipping	Activity	34,175.46
64100 G&A Postage US Mail	Activity	72,142.37
64110 G&A Publications	Activity	235,375.20
64120 G&A Rental Expense	Activity	258,751.00
64130 G&A Seminars/Meeting Expenses	Activity	331,172.67
64140 G&A Software	Activity	452,500.00
64150 G&A Training	Activity	330,096.26
64160 G&A Meals & Entertainment	Activity	276,846.51
64170 G&A Transportation & Lodging	Activity	478,078.07
64180 G&A Contribution	Activity	137,250.76
64190 Other G&A	Activity	963,911.33
64195 Info Service to CWIP Credit	Activity	(2,064,302.08)
67030 G&A Bank Services/Fee	Activity	207,228.49
67040 G&A Debt Rating/Stock Listing	Activity	89,100.00
67240 G&A Utilities	Activity	522,907.00
67250 G&A Waste Disposal & Recycling	Activity	135,488.00
69997 Transfer To Below the Line	Activity	(5,909.86)
Category	Activity	45,171,394.10

Payroll	34,274,495.29	
	(6,602,381.31)	[payroll = (5,783,403.64),
Consulting Professional Services	3,531,986.80	other= (818,977.67)]
Other/Office : ie	13,967,293.32	
	45,171,394.10	

WP ( G-9 ) 4 44/66

Reclass 7 - Reclass of 92021

- In order to **reclass** corrosion admin budget for activity 26001 to Distribution, Transmission, and Storage, an allocation is used, based on corrosion budget for each of these areas.
- This schedule is used to determine the allocation of dollars in activity **26001** to primes **830, 861, and 885..**

	Budget	December Amounts		2003 prime92021	Organization 26001 Admin - IDE
44010 IDE Mgmt Pay Regular	638,070.00	}	Payroll	661,170.00	
44030 IDE Clerical Pay Regular	23,100.00				
44070 IDE Small Tools	13,123.00				
44120 IDE Other Misc	77,016.00	}	Other	90,139.00	
Category	751,309.00				

Allocation:	Percentage (a)	Payroll	Other	Total
Distribution - Reclass to Prime 885 - Distribution Maint Sup & Eng	62.00%	409,925.40	55,886.18	465,811.58
Transmission - Reclass to Prime 861 - Transmission Maint Sup & Eng	18.83%	124,498.31	16,973.17	141,471.48
Storage - Reclass to Prime 830 - Storage Maint Sup & Eng	19.17%	126,746.29	17,279.65	144,025.94
	100.00%	661,170.00	90,139.00	751,309.00

(a) Source - Schedule D

WP ( G-9 ) 4 45/61

Reclass 7 - Reclass of 92021

- In order to **reclass** corrosion admin budget for activity 26001 to Distribution, Transmission, and Storage, an allocation is used, based on corrosion budget for each of these areas.
- Other corrosion expenses are recorded in primes 887 (Distribution), 863 (Transmission), and 833 (Storage).
- This schedule is used to determine the allocation percentages for each of these three areas.

		Budget	December Amounts	2003	Category	Organization
prime88700	26006 Analysys Exist Facilities	128,031.00				
	26009 Cath Prot Repairs - Co	125,204.00				
	26013 Cath Prot Repairs - Contr	488,034.00				
	26019 Annual Util Read Prog	64,800.00				
	26020 Annual Meter Read Prog	23,500.00				
	26021 Rectif Read & Maint	127,980.00				
	26023 Bond Read & Maint	21,324.00				
	26024 Stray Currnt Read & Maint	32,260.00				
	26025 Exposed Main Read & Maint	1,950.00				
	26028 Misc Field Analysis	221,050.00				
	Total Corrosion - Distribution	1,234,133.00		62.00%		
prime86300	54600 Trans - C Corrosion General	196,130.00				
	72600 Trans - S Corr General	0				
	54601 Trans - C Corrosion Internal	0				
	54602 Trans - C Corrosion External	178,600.00				
	Total Corrosion - Transmission	374,730.00		18.83%		
prime83300	75600 Corr General - Troy Grove	18,900.00				
	76600 Corr General - Ancona	20,300.00				
	77600 Corr General - Pontiac Mt S	8,400.00				
	78600 Corr General - Hudson	7,700.00				
	80600 Corr General - Lake Bloom	5,600.00				
	82600 Corr General - Lexington	5,600.00				
	84600 Corr General - Pecatonica	2,800.00				
	75601 Corr Internal -Troy Grove	22,033.00				
	76601 Corr Internal - Ancona	78,120.00				
	77601 Corr Internal - Pontiac Mt S	38,057.00				
	78601 Corr Internal - Hudson	24,035.00				
	80601 Corr Internal - Lake Bloom	22,031.00				
	82601 Corr Internal - Lexington	10,013.00				
	84601 Corr Internal - Pecatonica	4,002.00				
	75602 Corr External - Troy Grove	19,754.00				
	76602 Corr External - Ancona	30,212.00				
	77602 Corr External - Pontiac Mt S	16,268.00				
	78602 Corr External - Hudson	5,810.00				
	80602 Corr External - Lake Bloom	12,782.00				
	82602 Corr External - Lexington	18,592.00				
	84602 Corr External - Pecatonica	10,458.00				
	Total Corrosion - Storage	381,167.00		19.17%		
Total Corrosion		1,990,330.00		100.00%		

WP ( G-9 ) 4 46/66

**Reclass 8 - Misc. Reclass From Prime 922 - Administrative Expenses Transferred - Summary**

- Included in budgeted amounts for prime 922 is activity 96526, Cost of Services Rendered Misc. This includes both consolidated pool charges and certain benefit plans. Since consolidated pool charges are not an administrative expense credit, they do not belong in prime 922. These dollars will be reclassified to prime 921, Office Supplies Expenses. In addition, benefit plans that are accumulated in this activity will be reclassified to prime 920, A&G Salaries, where other benefit plans are reported.

		Budget base amount Organization December YTD prime92200 2003
90103 G&A To CWIP-Cr	60200 G&A to CWIP Credit	(1,725,000.00)
	Category	(1,725,000.00)
96526 Cost of Service Rendered Misc	60080 Consolidated pool Charges	5,813,800.00
	60090 Payroll Additives	(3,756,800.00)
	60220 Nicor Long Term Plan	865,900.00
	60230 Nicor Stock Deferral Plan	120,500.00
	60231 Restricted Stock Plan	15,300.00
	60232 SERP	35,500.00
	60235 Nicor Stock Options	533,700.00
	60240 Nicor Bonus Plan	456,300.00
	Category	4,084,200.00
ACT UTILITY	Category	2,359,200.00

- (A) Reclass Consolidated Pool (account category 60080) to prime 921 - Office Supplies and Expenses
- (B) Reclass Benefit Plans to prime 920 - Administrative and General Salaries

WP ( 47/66 ) 4 G-9

**Reclass 8 - Misc. Reclass From Prime 922 - Administrative Expenses Transferred - Summary**

- This schedule shows a summary of prime 922 Administrative Expenses Transferred Credit, before any allocations are made.

Activity		Organization
		Category
		prime92200
		2003
		Amounts
		December YTD
		Budget
	90103 G&A To CWIP-Cr	(1,725,000.00)
	96526 Cost of Service Rendered Misc.	4,084,200.00
		<u>2,359,200.00</u>

48/6  
4  
G-9  
WP (

**Reclass 8 - Misc. Reclass From Prime 922 -Administrative Expenses Transferred - Summary**

- This schedule shows detail of prime 920 A&G Salaries, before any allocations are made. The purpose of this schedule is to provide detail of benefit plans accounted for in prime 920.

	Category Budget base amount Organization December YTD prime92000 2003
91326 Annual Mgt Incentive Prgm 1-6	1,280,203.00
91322 Perf Incentive Prgm - Mgrs	680,220.00
91361 Officer Bonus - Nicor Gas	1,039,035.00
91320 Mgmt Incentv Prgm - Nicor Gas	25,000.00
91392 Discretionary Incentives	25,000.00
91391 ICU Dividend	515,838.00
91362 Flex - Nicor Gas	18,855.00
Activity	<u>3,584,151.00</u>



WP ( 4 49/66 ) 4 49/66

2003 O&M Budget  
Allocation 1- Allocation of Storage Overhead, Transportation, and Communications from Prime 81401  
Schedule A - Allocation

- Storage supervision and general expenses are recorded in an allocation prime account, 81401.
- This allocation allocates these storage supervision and general expenses among all the storage primes. The allocation is based on payroll for each prime.

Prime 81401

Total Charges (a)		
December YTD	Payroll	Other
1,391,757.51	1,007,150.51	384,607.00

Allocation to Storage Primes:

Operation

Maps and Records  
Wells Expense  
Lines Expense  
Compressor Station Expenses  
Compressor Station Fuel and Power  
Measuring and Regulating Station Expense  
Purification Expense  
Exploration and Development  
Other Expenses  
Rents

Prime Acct.	Payroll (b)	Payroll as a % of Totals	Amount Allocated From 81401		
			Payroll	Other	Total
81500	0.00	0.00%	0.00	0.00	0.00
81600	277,648.00	18.26%	183,905.68	70,229.24	254,134.92
81700	39,360.45	2.59%	26,085.20	9,961.32	36,046.52
81800	254,423.90	16.73%	168,496.28	64,344.75	232,841.03
81900	0.00	0.00%	0.00	0.00	0.00
82000	42,000.00	2.76%	27,797.35	10,615.15	38,412.51
82100	127,506.70	8.38%	84,399.21	32,230.07	116,629.28
82200	0.00	0.00%	0.00	0.00	0.00
82400	0.00	0.00%	0.00	0.00	0.00
82600	0.00	0.00%	0.00	0.00	0.00
83100	184,736.00	12.15%	122,368.79	46,729.75	169,098.54
83200	99,680.00	6.55%	65,968.36	25,191.76	91,160.12
83300	41,083.55	2.70%	27,193.06	10,384.39	37,577.45
83400	341,892.10	22.47%	226,306.72	86,421.19	312,727.91
83500	0.00	0.00%	0.00	0.00	0.00
83600	107,457.30	7.07%	71,205.54	27,191.71	98,397.26
83700	5,152.00	0.34%	3,424.31	1,307.66	4,731.98
Total	1,520,940.00	100.00%	1,007,150.51	384,607.00	1,391,757.51
			0.00	0.00	0.00

Sources:  
(a) Allocation 1 - Schedule B  
(b) Payroll by Prime, After Reclass Entries

459  
103

G-9 Allocation - 1- Allocation of Storage Overhead, Transportation, and Communications from Prime 81401  
Schedule B - Detail of expenses recorded in 81401

VVP

Budget	Organization	December YTD base amount 2003		prime 81401																																			
40010 Direct Labor Regular	44010 IDE Mt Pay Regular	44030 IDE Clerical Pay Regular	44060 IDE Non-Prod Labor	52010 G M Clerical Regular	44128 IDE Pay Billed to Affil - CR	44070 IDE Small Tools	44080 IDE Cell Phones	44090 IDE Pagers	44120 IDE Other Misc	47010 Fleet Basic Monthly Charge	47020 Fuel Cost Gasoline	47050 Fleet To CWIP Credit	64130 G M Seminars/ Meeting Expenses	64150 G M Training	64190 Other G&A	67240 G M Utilities	44091 IDE Office Supplies	47021 Fuel Cost Diesel	44100 IDE Meals Entertainment	44110 IDE Transportation & Lodging	64070 G M Memberships	64083 G&A Cafeteria	67250 G&A Waste Disposal Recycling	Expenditures															
0	0	0	0	0	0	0	0	0	0	0	0	(20,052.00)	0	0	0	0	0	0	0	0	0	0	0	0	(20,052.00)	(20,052.00)													
0	268,877.70	48,434.79	1,008.00	0	(2,000.00)	7,500.00	12,900.00	3,960.00	26,838.00	0	0	0	800.00	0	9,900.00	0	9,900.00	0	11,250.00	6,850.00	0	0	0	0	406,218.49	406,218.49													
0	173,294.92	61,822.14	0	0	0	3,480.00	16,920.00	4,500.00	39,393.00	0	0	0	0	0	0	0	6,000.00	0	6,000.00	4,800.00	0	0	0	0	316,210.06	316,210.06													
0	55,220.25	19,231.91	0	0	0	1,400.00	3,300.00	900.00	20,017.00	0	0	0	0	0	0	0	1,300.00	0	900.00	0	0	0	0	0	102,269.16	102,269.16													
0	69,585.11	16,957.75	0	0	0	2,040.00	5,520.00	500.00	24,000.00	0	0	0	0	0	0	0	2,150.00	0	5,000.00	6,600.00	0	0	0	0	133,352.86	133,352.86													
0	46,783.49	23,358.31	0	0	0	3,300.00	2,400.00	200.00	9,001.00	0	0	0	0	0	0	0	1,200.00	0	2,400.00	0	0	0	0	0	88,642.80	88,642.80													
0	53,803.33	16,875.57	0	0	0	700.00	100.00	0	9,600.00	0	0	0	0	0	0	0	300.00	3	700.00	900.00	0	0	0	0	82,878.90	82,878.90													
0	53,803.33	12,862.47	0	0	0	900.00	0	0	4,800.00	0	0	0	0	0	0	0	300.00	0	3,600.00	500.00	0	0	0	0	79,645.80	79,645.80													
0	69,580.95	16,978.49	672.00	0	0	1,800.00	0	300.00	1,560.00	0	0	0	0	0	0	0	300.00	0	0	0	0	0	0	0	91,191.44	91,191.44													
0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0													
0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0													
0	0	0	0	0	0	0	0	0	0	0	5,100.00	0	0	0	0	0	0	0	21,300.00	0	0	0	0	0	26,400.00	26,400.00													
0	0	0	0	0	0	0	0	0	0	0	43,200.00	0	0	0	0	0	0	0	260.00	0	0	0	0	0	43,460.00	43,460.00													
0	0	0	0	0	0	0	0	0	0	0	7,800.00	0	0	0	0	0	0	0	0	0	0	0	0	0	7,800.00	7,800.00													
0	0	0	0	0	0	0	0	0	0	0	12,000.00	0	0	0	0	0	0	0	120.00	0	0	0	0	0	12,120.00	12,120.00													
0	0	0	0	0	0	0	0	0	0	0	8,500.00	0	0	0	0	0	0	0	120.00	0	0	0	0	0	8,620.00	8,620.00													
0	0	0	0	0	0	0	0	0	0	0	8,000.00	0	0	0	0	0	0	0	0	0	0	0	0	0	8,000.00	8,000.00													
0	0	0	0	0	0	0	0	0	0	0	5,000.00	0	0	0	0	0	0	0	0	0	0	0	0	0	5,000.00	5,000.00													
0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0													
0	790,949.08	216,521.43	1,680.00	0	(2,000.00)	21,120.00	44,020.00	10,360.00	135,209.00	0	89,600.00	(20,052.00)	800.00	0	9,900.00	0	21,450.00	21,800.00	30,850.00	19,550.00	0	0	0	0	1,391,757.51	1,391,757.51													
-	790,949.08	216,521.43	1,680.00	-	(2,000.00)	21,120.00	44,020.00	10,360.00	135,209.00	-	89,600.00	(20,052.00)	800.00	-	9,900.00	-	21,450.00	21,800.00	30,850.00	19,550.00	-	-	-	-	1,391,757.51														

Total Payroll 1,007,150.51  
Total Other 384,607.00  
81401 Total 1,391,757.51

NP ( G-9 ) 4 51/66

2003 O&M Budget  
Allocation 2- Allocation of Transmission Overhead, Transportation, and Communications from Prime 85001  
Schedule A - Allocation

- Transmission supervision and general expenses are recorded in an allocation prime account, 85001.
- This allocation allocates these transmission supervision and general expenses among all the transmission primes. The allocation is based on payroll for each prime.

Prime 85001

Total Charges (a)		
December YTD	Payroll	Other
466,362.77	885,661.89	(419,299.12)

Allocation to Transmission Primes:

Operation

System Control and Load Dispatching	85100	513,402.93	34.94%
Mains Expense	85600	322,707.00	21.96%
Measuring and Regulating Station Expenses	85700	256,793.00	17.48%
Other Expenses	85900	0.00	0.00%
<u>Maintenance</u>			
Maintenance Structures and Improvements	86200	65,320.00	4.45%
Maintenance Mains	86300	78,084.00	5.31%
Maintenance of Measuring and Reg. Station Equipment	86500	231,920.00	15.78%
Maintenance of Other Equipment	86700	1,200.00	0.08%

Prime Acct.	Payroll (b)	Payroll as a % of total	Amount Allocated		
			Payroll	Other	Total
85100	513,402.93	34.94%	309,450.26	(146,503.11)	162,947.15
85600	322,707.00	21.96%	194,491.35	(92,078.09)	102,413.26
85700	256,793.00	17.48%	154,813.70	(73,293.49)	81,520.21
85900	0.00	0.00%	-	-	-
<u>Maintenance</u>					
86200	65,320.00	4.45%	39,411.95	(18,658.81)	20,753.14
86300	78,084.00	5.31%	47,028.65	(22,264.78)	24,763.86
86500	231,920.00	15.78%	139,757.45	(66,165.40)	73,592.05
86700	1,200.00	0.08%	708.53	(335.44)	373.09
Total	1,469,426.93	100.00%	885,661.89	(419,299.12)	466,362.77
			0.00	0.00	(0.00)

- Sources:
- (a) Allocation 2 - Schedule B
  - (b) Payroll by Prime, After Reclass Entries

4 52/16

G-9

WP (

Allocation 2- Allocation of Transmission Overhead, Transportation, and Communications from Prime 85001  
Schedule B . Prime 85001 Detail

Budget	Organization	December YTD base amount 2003 prime85001																				
40010		47010 Fleet																				
Direct Labor Regular	44010 IDE Mgmt Pay Regular	44030 IDE Clerical Pay Regular	44060 IDE Non-Prod Labor	44070 IDE Small Tools	44080 IDE Cell Phones	44090 IDE Pagers	44120 IDE Other Misc	44130 IDE To CWIP Credit	Basic Monthly Charge	47020 Fuel Cost Gasoline	47050 Fleet To CWIP Credit	64050 G M Duplication g Exp	64130 G M Seminars/M eeting Expenses	64150 G&A Training	64190 Other G&A	44091 IDE Office Supplies	47021 Fuel Cost Diesel	44100 IDE Meals & Entertainment	44110 IDE Transportation & Lodging	47022 Fuel Cost Ethanol	Category	
0	660,000.00	60,000.00	90,000.00	41,000.00	37,000.00	3,750.00	21,800.00	0	0	0	0	200.00	1,800.00	600.00	13,606.00	16,800.00	0	12,400.00	6,400.00	0	965,356.00	965,356.00
0	0	0	0	0	0	0	0	0	0	93,000.00	0	0	0	0	0	0	10,140.00	0	0	0	103,140.00	103,140.00
0	27,582.35	5,659.51	1,008.00	3,000.00	8,000.00	720.00	9,000.00	0	0	0	0	0	0	0	4,500.00	1,800.00	0	1,800.00	1,560.00	0	64,629.86	64,629.86
0	36,586.11	4,825.92	0	2,400.00	9,600.00	200.00	200.00	0	0	0	0	0	0	0	604.00	0	0	300.00	0	0	54,716.03	54,716.03
0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	-
0	0	0	0	0	0	0	0	0	0	18,000.00	0	0	0	0	0	0	3,600.00	0	0	0	21,600.00	21,600.00
0	0	0	0	0	0	0	0	0	0	8,400.00	0	0	0	0	0	0	0	0	0	0	8,400.00	8,400.00
0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	-
0	0	0	0	0	0	0	0	(746,379.12)	0	0	0	0	0	0	0	0	0	0	0	0	(746,379.12)	(746,379.12)
0	0	0	0	0	0	0	0	0	0	0	(5,100.00)	0	0	0	0	0	0	0	0	0	(5,100.00)	(5,100.00)
0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	-
0	724,168.46	70,485.43	91,008.00	46,400.00	54,600.00	4,670.00	31,000.00	(746,379.12)	0	119,400.00	(5,100.00)	200.00	1,800.00	600.00	18,710.00	18,600.00	13,740.00	14,500.00	7,960.00	0	466,362.77	466,362.77
-	724,168.46	70,485.43	91,008.00	46,400.00	54,600.00	4,670.00	31,000.00	(746,379.12)	-	119,400.00	(5,100.00)	200.00	1,800.00	600.00	18,710.00	18,600.00	13,740.00	14,500.00	7,960.00	-	466,362.77	
Total Payroll		885,661.89																				
Total Other		(419,299.12)																				
		466,362.77																				

WP ( G-9 ) 4 53/66

2003 O&M Budget  
Allocation 3 -Allocation of Distribution Overhead, Transportation, and Communications from Prime 87001  
Schedule A - Allocation

- Distribution supervision and general expenses are recorded in an allocation prime account, **87001**.
- This allocation allocates these distribution expenses among prime accounts charged by distribution employees.
- The allocation is based on payroll for each prime.

Prime **87001**

Total Charges (a).		
December YTD	Payroll,	Other
3,834,975.93	7,380,112.06	(3,545,136.13)

Allocation to Distribution Primes:

Operation

	Prime Acct	Payroll (b)	Payroll as a % of Total	Amount Allocated		
				Payroll	Other	Total
Distribution Load Dispatching	87100	25,580.00	0.16%	11,808.18	(5,672.22)	6,135.96
Mains and Services Expenses	87400	7,603,169.55	47.43%	3,500,387.15	(1,681,458.07)	1,818,929.08
Measuring and regulating Station Expenses - General	87500	56,741.59	0.35%	25,830.39	(12,407.98)	13,422.42
Measuring and regulating Station Expenses - Industrial	87600	346,798.00	2.16%	159,410.42	(76,574.94)	82,835.48
Measuring and regulating Station Expenses - City Gate Check	87700	308,887.13	1.93%	142,436.16	(68,421.13)	74,015.04
Other Expenses	88000	61,238.06	0.38%	28,044.43	(13,471.52)	14,572.91
Rents	88100	0.00	0.00%	-	-	-
Maintenance						
Maintenance Structures and Improvements	88600	0.00	0.00%	-	-	-
Maintenance Mains	88700	2,492,357.00	15.55%	1,147,607.43	(551,268.67)	596,338.76
Maintenance of Measuring and Reg. Station Equip. - General	88900	473,457.00	2.95%	217,713.31	(104,581.52)	113,131.79
Maintenance of Measuring and Reg. Station Equip. - Industrial	89000	815,793.00	5.09%	375,647.70	(180,447.43)	195,200.27
Maintenance of Services	89200	2,036,779.00	12.71%	938,012.24	(450,586.80)	487,425.44
Maintenance of Meters and House Regulators	89300	1,809,253.41	11.29%	833,214.65	(400,245.87)	432,968.78
Total		16,030,053.74	100.00%	7,380,112.06	(3,545,136.13)	3,834,975.93
				0.00	0.00	(0.00)

Sources:

- (a) Alloc 3 - Schedules B and C
- (b) Payroll by Prime, After Reclass Entries

Allocation 3 - Allocation of Distribution Overhead, Transportation, and Communications from Prime 87001  
Schedule B - Prime 87001 Total Expense

WP ( G-9 ) 4 54/66

	Budget Account Categories	Organization	December Year base amount	2003	prime87001
26027 Field Supv 8 General	119,500.00				
26002 Employee Info Mtg's	10,512.00				
26003 Job Training	17,000.00				
26990 Fleet Costs	52,698.00				
36131 Workload Admin To CWIP-Cr	(1,316,704.00)				
38990 Maint-C Fleet Oper Costs	128,969.00				
38700 Maint-C Rerole Rplg Loc	15,500.00				
38701 Maint-C Supv & Clerical	508,976.00				
38703 Maint-C Non-Prod Time	41,183.00				
38704 Maint-C Small Tools&Equip	244,852.00				
38705 Maint-C Inclmnt Weath-Job Site	53,119.00				
37990 Maint-N Fleet Oper Costs	228,807.00				
37700 Maint-N Remote Rptg Loc	166.00				
37701 Maint-N Supv 8 Clerical	822,996.00				
37703 Maint-N Non-Prod Time	79,866.00				
37704 Maint-N Small Tools&Equip	337,872.00				
37705 Maint-N Inclmnt Wealh-Job Site	146,642.00				
39990 Maint-M Fleet Oper Costs	166,423.00				
39701 Maint-M Supv 8 Clerical	736,801.00				
39703 Maint-M Non-Prod Time	71,989.00				
39704 Maint-M Small Tools&Equip	358,509.00				
39705 Maint-M Inclmnt Wealh-Job Site	121,093.00				
40990 Maint-S Fleet Oper Costs	154,249.00				
40701 Maint-S Supv 8 Clerical	376,315.00				
40703 Maint-S Non-Prod Time	41,148.00				
40704 Maint-S Small Tools&Equip	240,323.00				
40705 Maint-S Inclmnt Weath-Job Site	64,944.00				
41018 Maint-CA Commnicate Oth/M-Work	15,525.00				
41401 Maint-CA Suprv&Gen Clerk-Oper	104,222.00				
41404 Maint-CA Sml Tools/Equip-Oper	3,440.00				
41990 Maint-CA - Fleet Costs	38,174.00				
48990 Press-C Fleet Oper Costs	43,992.00				
48831 Press-C Supv 8 General	553,095.00				
48832 Press-C Non-Prod Time	3,000.00				
48834 Press-C Small Tools & Equip	35,238.00				
47990 Press-N Fleet Oper Costs	51,368.00				
47831 Press-N Supv 8 General	458,053.00				
47832 Press-N Non-Pmd Time	6,042.00				
47834 Press-N Small Tools & Equip	90,722.00				
49990 Press-M Fleet Oper Costs	41,227.00				
49831 Press-M Supv 8 General	529,806.00				
49834 Press-M Small Tools 8 Equip	42,789.00				
50990 Press-S Fleet Oper Costs	40,520.00				
50831 Press-S Supv 8 General	360,630.00				
50832 Press-S Non-Prod Time	4,592.00				
50834 Press-S Small Tools 8 Equip	116,740.00				
66990 Proj-C Fleet Operatng Costs	24,719.00				
66039 Proj-C Small Tools	21,742.00				
65990 Proj-N Fleet Operatng Costs	20,899.00				
65039 Proj-N Small Tools	11,803.00				
67990 Proj-M Fleet Operatng Costs	29,415.00				
67039 Proj-M Small Tools	18,076.00				
68990 Proj-S Fleet Operalng Costs	18,777.00				
68039 Proj-S Small Tools	2,587.00				
61702 NCAT-C NonProd-Time	4,864.98				
61703 NCAT-C NonProd-Brkdwn	29,317.86				
61705 NCAT-C InclmntWeathr-JobSit	38,160.34				
61039 NCAT-C S&G NCAT-Small Tools	48,055.44				
61990 NCAT-C Fleet Operatng Costs	77,873.89				
60702 NCAT-N NonProd-Time	378.12				
60703 NCAT-N NonProd-Brkdwn	10,462.12				
60705 NCAT-N InclmntWeathr-JobSit	17,453.84				
60039 NCAT-N IDE Small Tools	45,241.07				
60990 NCAT-N Fleet Operatng Costs	65,061.37				
63702 NCAT-S NonProd-Time	411.61				
63703 NCAT-S NonProd-Brkdwn	15,682.88				
63705 NCAT-S InclmntWeathr-JobSit	13,739.84				
63039 NCAT-S S&G NCAT-Small Tools	39,074.93				
63990 NCAT-S Fleet Operalng Costs	46,730.73				
70001 L&P Admin North	102,294.28				
71001 L&P Admin Central	93,950.98				
72001 L&P Admin Metro	99,821.98				
73001 L&P Admin South	113,932.99				
46003 Workload Admin 8 Planning	640,997.00				
46004 Workload Admin - Schedulers	669,209.00				
46005 Workload Admin - Dispatching	207,828.00				
36101 IDEAVP Enrgy Del To CWIP-Cr	(3,338,251.00)				
36111 Fleet Maint To CWIP-Cr	(515,621.00)				
36115 Fleet Carth To CWIP-Cr	(11,070.00)				
36119 Fleet Pmj To CWIP-Cr	(85,366.00)				
74101 IDE Consb To CWIP-Cr	(262,843.00)				
74111 Fleet NCAT To CWIP-Cr	(189,666.00)				
92053 IDE Sys Oper To CWIP-Cr	(1,127,431.00)				
36113 Fleet Sys Oper To CWIP-Cr	(70,667.00)				
36989 Ofc VP Distribution Collsn&Dmg	150,000.00				
74986 Constr Ofc G.M. Flt Collisic	40,000.00				
92030 Super and Gen Costs of Shop Ac	407,364.00				
90006 IDE Meter Shop To CWIP-Cr	(52,957.32)				
ACT UTILITY	<u>3,834,975.93</u>				

Allocation 3 -Allocation of Distribution Overhead, Transportation, and Communications from Prime **87001**  
Schedule **C** - Prime **87001** Payroll

	Budget	Organization	December YTI	base amount	2003	prime87001	
	40010 Direct	44010 IDE	44030 IDE	44060 IDE	50010 G&A	52010 G&A	
	Labor Regular	Mgmt Pay Regular	Clerical Pay Regular	Non-Prod Labor	Mgmt Regular	Clerical Regular	Total Payroll
36138 Merc Reg Removal Supv & Genrl	0	0	0	0	0	0	
26000 Admin and Clerical	0	0	0	0	0	0	
26027 Field Supv & General	0	0	0	119,500.00	0	0	119,500.00
26002 Employee Info Mtg's	0	0	0	10,512.00	0	0	10,512.00
26003 Job Training	0	0	0	17,000.00	0	0	17,000.00
26990 Fleet Costs	0	0	0	0	0	0	-
36131 Workload Admin To CWIP-Cr	0	0	0	0	0	0	-
38990 Maint-C Fleet Oper Costs	0	0	0	0	0	0	-
38700 Maint-C Remote Rptg Loc	0	0	0	0	0	0	-
38701 Maint-C Supv & Clerical	0	324,888.00	932.00	135,576.00	0	0	461,396.00
38703 Maint-C Non-Prod Time	0	0	0	41,183.00	0	0	41,183.00
38704 Maint-C Small Tools&Equip	0	0	0	65,283.00	0	0	65,283.00
38705 Maint-C Inclmnt Weath-Job Site	0	0	0	53,119.00	0	0	53,119.00
37990 Maint-N Fleet Oper Costs	0	0	0	0	0	0	-
37701 Maint-N Supv & Clerical	0	627,366.00	0	116,587.00	0	0	743,953.00
37703 Maint-N Non-Prod Time	0	0	0	79,866.00	0	0	79,866.00
37704 Maint-N Small Tools&Equip	0	0	0	71,139.00	0	0	71,139.00
37705 Maint-N Inclmnt Weath-Job Site	0	0	0	146,642.00	0	0	146,642.00
39990 Maint-M Fleet Oper Costs	0	0	0	0	0	0	-
39701 Maint-M Supv & Clerical	0	507,983.00	0	153,701.00	0	0	661,684.00
39703 Maint-M Non-Prod Time	0	0	0	71,989.00	0	0	71,989.00
39704 Maint-M Small Tools&Equip	0	0	0	112,093.00	0	0	112,093.00
39705 Maint-M Inclmnt Weath-Job Site	0	0	0	121,093.00	0	0	121,093.00
40990 Maint-S Fleet Oper Costs	0	0	0	0	0	0	-
40700 Maint-S Remote Rptg Loc	0	0	0	0	0	0	-
40701 Maint-S Supv & Clerical	0	272,762.00	261.00	61,633.00	0	0	334,656.00
40703 Maint-S Non-Prod Time	0	0	0	41,148.00	0	0	41,148.00
40704 Maint-S Small Tools&Equip	0	0	0	64,480.00	0	0	64,480.00
40705 Maint-S Inclmnt Weath-Job Site	0	0	0	64,944.00	0	0	64,944.00
41018 Maint-CA Commncate Oth/M-Worl	0	0	0	0	0	0	-
41401 Maint-CA Suprv&Gen Clerk-Oper	0	96,752.00	0	0	0	0	96,752.00
41403 Maint-CA Non Prod Brkdown	0	0	0	0	0	0	-
41404 Maint-CA Sml Tools/Equip-Oper	0	0	0	1,331.00	0	0	1,331.00
41669 Maint-CA - Misc Error Suspense	0	0	0	0	0	0	-
41990 Maint-CA - Fleet Costs	0	0	0	0	0	0	-
48990 Press-C Fleet Oper Costs	0	0	0	0	0	0	-
48831 Press-C Supv & General	0	471,225.00	30,000.00	10,000.00	0	0	511,225.00
48832 Press-C Non-Prod Time	0	0	0	3,000.00	0	0	3,000.00
48834 Press-C Small Tools & Equip	0	0	0	15,000.00	0	0	15,000.00
47990 Press-N Fleet Oper Costs	0	0	0	0	0	0	-
47831 Press-N Supv & General	0	323,009.00	47,607.00	6,881.00	0	0	377,497.00
47832 Press-N Non-Prod Time	0	0	0	6,042.00	0	0	6,042.00
47834 Press-N Small Tools & Equip	0	0	0	40,000.00	0	0	40,000.00
49990 Press-M Fleet Oper Costs	0	0	0	0	0	0	-
49831 Press-M Supv & General	0	430,599.00	49,755.00	0	0	0	480,354.00
49832 Press-M Non-Prod Time	0	0	0	0	0	0	-
49834 Press-M Small Tools & Equip	0	0	0	30,789.00	0	0	30,789.00
50990 Press-S Fleet Oper Costs	0	0	0	0	0	0	-
50831 Press-S Supv & General	0	278,498.00	29,230.00	3,487.00	0	0	311,215.00
50832 Press-S Non-Prod Time	0	0	0	4,592.00	0	0	4,592.00
50834 Press-S Small Tools & Equip	0	0	0	67,844.00	0	0	67,844.00
66990 Proj-C Fleet Operatng Costs	0	0	0	0	0	0	-
66039 Proj-C Small Tools	0	0	0	4,219.00	0	0	4,219.00
65990 Proj-N Fleet Operatng Costs	0	0	0	0	0	0	-
65039 Proj-N Small Tools	0	0	0	2,226.00	0	0	2,226.00
67990 Proj-M Fleet Operatng Costs	0	0	0	0	0	0	-
67039 Proj-M Small Tools	0	0	0	809.00	0	0	809.00

	Budget	Organization	December YTI	base amount	2003	prime87001	
	40010 Direct	44010 IDE	44030 IDE	44060 IDE	50010 G&A	52010 GBA	
	Labor Regular	Mgmt Pay Regular	Clerical Pay Regular	Non-Prod Labor	Mgmt Regular	Clerical Regular	Total Payroll
68990 Proj-S Fleet Operatng Costs	0	0	0	0	0	0	
68702 Proj-S NonProd-Time	0	0	0	0	0	0	-
68039 Proj-S Small Tools	0	0	0	152.00	0	0	152.00
61702 NCAT-C NonProd-Time	0	0	0	4,864.98	0	0	4,864.98
61703 NCAT-C NonProd-Brkdwn	0	0	0	29,317.86	0	0	29,317.86
61705 NCAT-C InclmntWeathr-JobSit	0	0	0	38,160.34	0	0	38,160.34
61039 NCAT-C SBG NCAT-Small Tools	0	0	0	11,210.50	0	0	11,210.50
61990 NCAT-C Fleet Operatng Costs	0	0	0	0	0	0	-
60701 NCAT-N Superv & Genral	0	0	0	0	0	0	-
60702 NCAT-N NonProd-Time	0	0	0	378.12	0	0	378.12
60703 NCAT-N NonProd-Brkdwn	0	0	0	10,462.12	0	0	10,462.12
60705 NCAT-N InclmntWeathr-JobSit	0	0	0	17,453.84	0	0	17,453.84
60039 NCAT-N IDE Small Tools	0	0	0	2,634.13	0	0	2,634.13
60990 NCAT-N Fleet Operatng Costs	0	0	0	0	0	0	-
63702 NCAT-S NonProd-Time	0	0	0	411.61	0	0	411.61
63703 NCAT-S NonProd-Brkdwn	0	0	0	15,682.88	0	0	15,682.88
63705 NCAT-S InclmntWeathr-JobSit	0	0	0	13,739.84	0	0	13,739.84
63039 NCAT-S S&G NCAT-Small Tools	0	0	0	2,402.73	0	0	2,402.73
63990 NCAT-S Fleet Operatng Costs	0	0	0	0	0	0	-
62702 NCAT-M Burdn NonProd-Time	0	0	0	0	0	0	-
62703 NCAT-M Burdn NonProd-Brkdwn	0	0	0	0	0	0	-
62705 NCAT-M InclmntWeathr-JobSit	0	0	0	0	0	0	-
62039 NCAT-M S&G NCAT-Small Tools	0	0	0	0	0	0	-
62990 NCAT-M Fleet Operatng Costs	0	0	0	0	0	0	-
70001 L&P Admin North	0	0	0	0	65,544.25	24,301.25	89,845.50
71001 L&P Admin Central	0	0	0	0	57,200.95	24,301.25	81,502.20
72001 L&P Admin Metro	0	0	0	0	63,071.95	24,301.25	87,373.20
73001 L&P Admin South	0	0	0	0	77,182.96	24,301.25	101,484.21
46003 Workload Admin & Planning	7,051.00	0	0	0	426,833.00	9,156.00	443,040.00
46004 Workload Admin - Schedulers	73,945.00	0	0	0	259,531.00	296,628.00	630,104.00
46005 Workload Admin - Dispatching	0	0	0	0	0	200,757.00	200,757.00
36101 IDE AVP Enrgy Del To CWIP-Cr	0	0	0	0	0	0	-
36111 Fleet Maint To CWIP-Cr	0	0	0	0	0	0	-
36115 Fleet Carth To CWIP-Cr	0	0	0	0	0	0	-
36117 Collisn Dmg Maint To CWIP-Cr	0	0	0	0	0	0	-
36119 Fleet Proj To CWIP-Cr	0	0	0	0	0	0	-
74101 IDE Constr To CWIP-Cr	0	0	0	0	0	0	-
74111 Fleet NCAT To CWIP-Cr	0	0	0	0	0	0	-
74115 Collisn Dmg Constr CWIP-Cr	0	0	0	0	0	0	-
92053 IDE Sys Oper To CWIP-Cr	0	0	0	0	0	0	-
36113 Fleet Sys Oper To CWIP-Cr	0	0	0	0	0	0	-
36989 Ofc VP Distribution Collsn&Dmg	0	0	0	0	0	0	-
74986 Constr-Ofc G.M. Flt Collision	0	0	0	0	0	0	-
97705 Distribution Design Team Misc	0	0	0	0	0	0	-
92030 Super and Gen Costs of Shop Ac	0	306,225.00	53,685.00	4,650.00	0	0	364,560.00
56004 Coll Dmge - MtrRd/Loc/Lk/Safe	0	0	0	0	0	0	-
92510 Sys Ops Fleet Collions/Dmge	0	0	0	0	0	0	-
38713 Maint-C Equipment Repairs	0	0	0	0	0	0	-
37700 Maint-N Remote Rptg Loc	0	0	0	0	0	0	-
92064 Coll Dmg Sys Ops to,CWIP - Cr	0	0	0	0	0	0	-
37713 Maint-N Equipment Repairs	0	0	0	0	0	0	-
90006 IDE Meter Shop To CWIP-Cr	0	0	0	0	0	0	-
ACT UTILITY	80,996.00	3,639,307.00	211,470.00	1,895,228.95	949,364.11	603,746.00	7,380,112.06
	80,996.00	3,639,307.00	211,470.00	1,895,228.95	949,364.11	603,746.00	7,380,112.06
	-	-	-	-	-	-	-



WP ( G-9 ) 4 57/66

2003 O&M Budget  
Allocation 4 -Allocation of Net Fleet from Prime 870.02 to Distribution and Customer Accounts  
Schedule A -Allocation

- The purpose of this allocation is to allocate net fleet expenses, which are accumulated in allocation prime 870.02 among the prime accounts charged by areas that use fleet vehicles.

Prime 870.02 Totals, Per Schedule B: Payroll	4,114,250.09
Other	(703,879.84)
Total	3,410,370.25

**Allocation to Distribution and Customer Accounts:**  
**Operation**

Distribution Load Dispatching  
Mains and Services Expenses  
Measuring and Regulating Station Expenses - General  
Measuring and Regulating Station Expenses - Industrial  
Measuring and Regulating Station Expenses - City Gate Check Station  
Other Expenses  
Rents  
Meter Reading Expenses

**Maintenance**

Maintenance Structures and Improvements  
Maintenance Mains  
Maintenance of Measuring and Reg. Station Equip. - General  
Maintenance of Measuring and Reg. Station Equip. - Industrial  
Maintenance of Services  
Maintenance of Meters and House Regulators

			Amount Allocated from 87002		
Prime Acct	Payroll (a)	Payroll as a % of Total	Payroll	Other	Total
87100	25,580.00	0.13%	5,348.53	(915.04)	4,433.48
87400	7,603,169.55	37.57%	1,545,723.76	(264,447.66)	1,281,276.10
87500	56,741.59	0.28%	11,519.90	(1,970.86)	9,549.04
87600	346,798.00	1.71%	70,353.68	(12,036.35)	58,317.33
87700	308,887.13	1.53%	62,948.03	(10,769.36)	52,178.66
88000	61,238.06	0.30%	12,342.75	(2,111.64)	10,231.11
88100	0.00	0.00%	-	-	-
90200	4,205,975.01	20.78%	854,941.17	(146,266.23)	708,674.94
88600	0.00	0.00%	-	-	-
88700	2,492,357.00	12.32%	506,875.61	(86,718.00)	420,157.61
88900	473,457.00	2.34%	96,273.45	(16,470.79)	79,802.66
89000	815,793.00	4.03%	165,804.28	(28,366.36)	137,437.92
89200	2,036,779.00	10.07%	414,304.98	(70,880.70)	343,424.28
89300	1,809,253.41	8.94%	367,813.96	(62,926.86)	304,887.10
Total	20,236,028.75	100.00%	4,114,250.09	(703,879.84)	3,410,370.25

Source:  
(a) Payroll by Prime. After Reclass Entries

Allocation 4 - Allocation of Net Fleet from Prime 870.02  
Schedule B - Prime 870.02 By Account Category

	Budget	December YTD Amounts	2003	prime87002	Organizaitit Activity
40010 Direct Labor Regular	2,940,000.11				
42010 Contractor Work	415,500.03				
44010 IDE Mgmt Pay Regular	738,100.02				
44030 IDE Clerical Pay Regular	78,499.99				
44060 IDE Non-Prod Labor	247,399.86				
44070 IDE Small Tools	30,000.00				
44080 IDE Cell Phones	25,000.05				
44090 IDE Pagers	1,199.94				
44091 IDE Office Supplies	15,000.03				
44100 IDE Meals & Entertainment	7,499.99				
44110 IDE Transportation & Lodging	3,000.01				
44120 IDE Other Misc	47,000.00				
45540 Genrl Non-Prod Labor	110,250.11				
47020 Fuel Cost Gasoline	41,000.03				
47021 Fuel Cost Diesel	13,000.02				
47022 Fuel Cost Ethanol	2,999.97				
47070 Misc Vehicle Stock	50,000.08				
47071 Oil & Antifreeze	75,000.00				
47073 Vehicle Licenses	356,900.00				
48010 Direct Material	1,802,199.99				
56020 G&A Contractors	35,519.97				
56060 G&A Maint Fees Software	15,000.03				
64070 G&A Memberships/Dues	999.99				
64080 G&A Office Supplies	11,250.00				
64083 G&A Cafeteria & Catering	8,499.96				
64090 G&A Postage Shipping	999.99				
64110 G&A Publications	2,000.02				
64130 G&A Seminars/Meeting Expen	13,750.02				
64150 G&A Training	13,250.04				
64160 G&A Meals & Entertainment	3,000.00				
64170 G&A Transportation & Lodging	5,999.94				
64190 Other G&A	158,723.00				
64191 Fleet Admin to CWIP Cr	(3,900,173.00)				
67250 G&A Waste Disposal & Recyc	42,000.06				
Category	3,410,370.25				
Payroll		4,114,250.09			
Other		(703,879.84)			
Total		3,410,370.25			

59/66  
H  
G-9  
WP (

2003 O&M Budget  
Allocation 5- Allocation of Stores Handling Expense from Prime 870.03  
Schedule A -Allocation

- Stores handling expenses are recorded in an allocation prime, 870.03. These costs are then to be allocated to primes where material is charged during the year. For budget purposes, the prime accounts to be charged will be based on history.

Prime 870.03	Total Charged (a)		
	December YTD	Payroll	Other
90101 VP Admin Stores Handlg-CWIP-Cr	(1,542,223.00)	-	(1,542,223.00)
91924 Misc. Stock Cost	37,650.00	-	37,650.00
60940 Stock Material Handling	1,095,700.00	684,000.00	411,700.00
60941 Inventory Management	114,200.00	93,000.00	21,200.00
91944 Occupancy Cost	259,200.00	-	259,200.00
6501 6501-Logistics Forklift Equip	16,900.00	-	16,900.00
60945 procurement Hauling Expense	268,353.00	217,992.00	50,361.00
Activity	249,780.00	994,992.00	(745,212.00)

Allocation to Various Primes Charged By Materials:  
Operation  
Mains and Services Expenses  
Meter and House Regulator Expenses - Material Pool

Maintenance  
Maintenance Mains  
Maintenance of Services

		Amounts Allocated From 870.03		
		Payroll	Other	Total
Prime Acct	Allocation Percentage (b)			
87400	23.42%	233,027.13	(174,528.65)	58,498.48
87803	47.04%	468,044.24	(350,547.72)	117,496.51
88700	8.45%	84,076.82	(62,970.41)	21,106.41
89200	21.09%	209,843.81	(157,165.21)	52,678.60
Total	100.00%	994,992.00	(745,212.00)	249,780.00
		0.00	0.00	0.00

Sources:  
(a) Schedule B  
(b) Per Schedule C

**Allocation 5- Allocation of Stores Handling Expense from Prime 870.03  
Schedule B - Prime 870.03 Detail**

**Allocation 5- Allocation of Stores Handling Expense from Prime 870.03  
Schedule B - Prime 870.03 Detail**

**Allocation 5- Allocation of Stores Handling Expense from Prime 870.03  
Schedule B - Prime 870.03 Detail**

Payroll	994,992.1
Other	(745,212.1)
Total	<u>249,780.1</u>

	64120 G&A Rental Expense	64130 G&A Seminars/ Meeting Expenses	64140 G&A Software	64150 G&A Training	64160 G&A Meals & Entertainment	64170 G&A Transportation & Lodging	64190 Other G&A	67070 G&A Inbound/Outbound Freight	67240 G&A Utilities	67250 G&A Waste Disposal & Recycling	47021 Fuel Cost Diesel	64194 Stores Handling to CWIP Credit	Account Categories	
90101 VP Admin Stores Handlg-CWIP-Cr	0	0	0	0	0	0	0	0	0	0	0	(1,542,223.00)	(1,542,223.00)	-
91924 Misc. Stock Cost	0	0	0	0	0	0	0	0	0	0	0	0	37,650.00	-
60940 Stock Material Handling	0	1,600.00	20,000.00	5,000.00	3,500.00	2,000.00	50,000.00	160,000.00	30,900.00	2,760.00	30,000.00	0	1,095,700.00	-
60941 Inventory Management	0	1,000.00	5,000.00	500.00	1,200.00	3,700.00	2,500.00	0	0	0	0	0	114,200.00	-
91944 Occupancy Cost	259,200.00	0	0	0	0	0	0	0	0	0	0	0	259,200.00	-
6501 6501-Logistics Forlift Equip	0	0	0	0	0	0	0	0	0	0	0	0	16,900.00	-
60945 Procurement Hauling Expense	0	0	0	0	0	0	21,261.00	0	0	0	23,000.00	0	268,353.00	-
Activity	259,200.00	2,600.00	25,000.00	5,500.00	4,700.00	5,700.00	73,761.00	160,000.00	30,900.00	2,760.00	53,000.00	(1,542,223.00)	248,780.00	-

WP ( G-9 ) 4 62/66

Allocation 5- Allocation of Stores Handling Expense from Prime 870.03  
Schedule C

- Stores handling expenses are recorded in an allocation prime, 870.03. These costs are then to be allocated to primes where material is charged during the year. For budget purposes, the prime accounts to be charged will be based on history. This schedule calculates a historical average allocation rate.

Prime		Allocation Percentage		
		2003	2002	Average
87400	Mains and Services Expenses	23.03%	23.82%	<b>23.42%</b>
87803	Meter and House Regulator Expenses - Material Pool	43.69%	50.38%	<b>47.04%</b>
88700	Maintenance Mains	14.63%	2.27%	<b>8.45%</b>
89200	Maintenance of Services	18.65%	23.53%	<b>21.09%</b>
		100.00%	100.00%	100.00%

WP ( G-9 ) 4 63/66

2003 O&M Budget  
Allocation 6- Allocation of Operations Overhead, Transportation, and Communication from Prime 878.01  
Schedule A -Allocation

- Operations supervision and general expenses are recorded in an allocation prime account, 878.01.
- This allocation allocates these operations supervision and general expenses among the prime accounts which are charged for work completed by the Operations Department.
- The allocation is based on payroll dollars.

	Total Charges (a)		
	December YTD	Payroll	Other
Prime 878.01	2,213,675.00	1,144,879.00	1,068,796.00

Allocation to Primes 878. 879. and 903:	Prime Acct	Payroll (b)	Payroll as a % of total	Amount Allocated From 878.01		
				Payroll	Other	Total
Meter and House Regulator Expenses	87800	2,686,851.00	14.03%	160,626.52	149,952.08	310,578.60
Customer Installations Expenses	87900	3,636,664.00	18.99%	217,412.52	202,964.36	420,376.88
Customer Records and Collection Exp.	90300	12,830,304.03	66.98%	766,839.95	715,879.56	1,482,719.52
	Total	19,153,819.03	100.00%	1,144,879.00	1,068,796.00	2,213,675.00
				0.00	0.00	0.00

Sources:  
(a) Alloc 6 - Schedule B  
(b) Payroll By Prime, After Reclasses

**WILEY**

Alloc 6- Sch B



WP ( 4 65/166 G-9

2003 O&M Budget  
Allocation 7- Allocation of Operations Materials from Prime 878.03  
Schedule A - Allocation

- Operations material expense are recorded in allocation prime 878.03. These expenses are then allocated to primes 878.00 - Meter and House Regulators and prime 879.00 Customer Installations, the primes where these materials would be used.
- The allocation is based on payroll dollars.

	Total Charged (a):		
	December YTD	Payroll	Other
Prime 878.03	707,666.52	468,044.24	239,622.28

Allocation to Primes 878 and 879:  
Meter and House Regulator Expenses  
Customer Installations Expenses

Prime Acct	Payroll (b)	Payroll as a % of Total	Amount Allocated From 878.03:		
			Payroll	Other	Total
87800	2,686,851.00	42.49%	198,872.00	101,815.51	300,687.50
87900	3,636,664.00	57.51%	269,172.24	137,806.77	406,979.02
Total	6,323,515.00	100.00%	468,044.24	239,622.28	707,666.52
			0.00	0.00	0.00

Sources:  
(a) Alloc 7 Schedule B  
(b) Total Payroll - After Reclasses

469/66  
4

6-9

3P(

Allocation 7- Allocation of Operations Materials from Prime **878.03**  
Schedule B - Prime **878.03** Detail

58406 Oper Repair Materials  
Activity

Add:  
Amount allocated to 878.03 from Allocation 5 (Stores Handling Exp Allocation)

	Budget	Organization	December M D base amount 2003	prime87803
40010 Direct Labor Regular	48010 Direct Material	Category		
	0	590,170.00	590,170.00	
	0	590,170.00	590,170.00	
	468,044.24	(350,547.72)	117,496.52	
	468,044.24	239,622.28	707,666.52	

SECTION 285.7050  
WORKPAPER G-9  
COMPARISON OF BUDGETED NON-PAYROLL EXPENSE TO ACTUAL  
BUDGET TO ACTUAL VARIANCE EXPLANATIONS  
(\$000)

Line No	Acct No (A)	Description (B)	2003				Explanation of Variance (G)
			Actual (C)	Budget (D)	Difference (E)	% (F)	
1		Underground Storage Expense					
2		Operation					
3	814	Operation Supervision and Engineering	56	55	1	1.82%	n/a
4	815	Maps and Records					n/a
5	816	Wells Expense	99	117	(18)	-15.38%	Variance is primarily due to reduced materials expense in order to meet company expense reduction forecasts.
6	1117	Lines Expense	72	45	27	60.00%	Variance is primarily due to increased consumables expense in order to maintain gathering lines at storage fields.
7	818	Compressor Station Expenses	371	405	(34)	-8.40%	n/a
8	819	Compressor Station Fuel and Power	6,478	5,366	1,112	20.72%	Variance is due to cost of company use gas used to operate storage facilities. Budget is based on futures prices, actual is based on cost of gas purchased.
9	820	Measuring and Regulating Station Expense	50	35	15	42.86%	Variance is primarily due to higher contractor costs
10	821	Purification Expenses	211	182	29	15.93%	Variance is primarily due to reduced gas conditioning expenses in order to meet company expense reduction forecasts.
11	822	Exploration and Development					n/a
12	824	Other Expenses					n/a
13	1126	Rents	3	15	(12)	-80.00%	Variance is due primarily to a conservative budget of expected aquifer lease payments.
14		Total Operation	7,340	6,220	1,120	18.01%	
15							
16		Maintenance					
17	830	Maintenance Supervision and Engineering	45	25	20	80.00%	Variance is primarily due to increased expense as a result of code requirements to install lights and hour meters to certain rectifiers.
18	831	Maintenance of Structures and Improvements	159	164	(5)	-3.05%	n/a
19	832	Maintenance of Reservoirs and Wells	238	412	(174)	-42.23%	Variance is primarily due to reduced well logging expenses at storage fields. Expenses were reduced in order to meet company expense reduction forecasts.
20	833	Maintenance of Lines	482	414	68	16.43%	Variance is primarily due to increased contractor expenses related to work performed on gathering lines.
21	834	Maintenance of Compressor Station Equip	296	243	53	21.81%	Variance is primarily due to reduced storage compressor expenses. Expenses were reduced in order to meet company expense reduction forecasts.
22	835	Maintenance of Measuring and Regulating Station Equip	-	-	-		n/a
23	836	Maintenance of Purification Equipment	106	81	25	30.86%	Variance is primarily due to reduced gas conditioning expenses in order to meet company expense reduction forecasts.
24	837	Maintenance of Other Equipment	120	98	22	22.45%	Variance is primarily due to higher than budgeted environmental expenses incurred at Troy Grove storage field.
25		Total Maintenance	1,446	1,437	9	0.63%	
26							
27		Total Storage	8,786	7,657	1,129	14.74%	
28							
29		Transmission Expenses					
30		Operation					
31	850	Operation Supervision and Engineering	6	10	(4)	40.00%	Variance is primarily due to reduced training expense incurred in the storage/transmission area. Reductions were made in order to meet company expense reduction forecast.
32	851	System Control and Load Dispatching	(63)	(98)	35	-35.71%	Variance is primarily due to two factors, increased contractor expenses, and software upgrade expenses that were higher than anticipated.
33	856	Mains Expense	4	(14)	18	-128.57%	Variance is primarily due to increased expenses related to valve painting, and increased surveillance expenses during periods of heightened national security levels.
34	857	Measuring and Regulating Station Expenses	241	271	(30)	-11.07%	n/a
35	859	Other Expenses				0.00%	
36		Total Operation	188	169	19	11.24%	
37							
38		Maintenance					
39	861	Maintenance Supervision and Engineering	17	25	(8)	-32.00%	Variance is primarily due to reduced expenses in order to offset expenses incurred to install lights and hour meters to certain rectifiers.
40	862	Maintenance of Structures and Improvements	76	75	1	1.33%	n/a
41	863	Maintenance of Mains	519	617	(98)	-15.88%	Variance is primarily due to the deferral of a project that had been included in the budget.
42	865	Maintenance of Measuring and Reg Station Equip	40	28	12	42.86%	Variance is primarily due to increased contractor and material expenses at transmission regulating stations.
43	867	Maintenance of Other Equipment	(1)	6	(7)	-116.67%	Variance is primarily due to a delay of a clean-up project at the Shorewood yard.
44		Total Maintenance	651	751	(100)	-13.32%	
45							
46		Total Transmbion	839	920	(81)	-8.80%	
47							
48		Distribution Expenses					
49		Operation					
50	870	Operation Supervision and Engineering	254	941	(687)	-73.01%	Variance is primarily due to lower than anticipated expenses related to integrity management.
51	871	Distribution Load Dispatching	(13)	(7)	(6)	85.71%	Variance is primarily due to higher than anticipated IDE expenses.
52	874	Mains and Services Expenses	3,577	3,682	(105)	-2.85%	n/a
53	875	Measuring and Regulation Station Exp-General	(17)	11	(28)	-254.55%	Variance is due to the methodology used to allocate budget dollars to this prime account. Measurement department expenses were allocated to this prime account in total. However, the payroll and non-payroll expenses should have been allocated separately, resulting in more payroll and less non-payroll charges allocated to account 875..
54	876	Measuring and Regulation Station Exp-Industrial	(92)	(89)	(3)	3.37%	n/a
55	877	Measuring and Regulation Station Exp-City Gate Check Sta	82	140	(58)	-41.43%	Variance is primarily due to lower than anticipated instrument testing and repair expenses.
56	878	Meter and House Regulator Expenses	525	543	(18)	-3.31%	n/a
57	879	Customer Installations Expense	609	(386)	995	-257.77%	Variance is primarily due to an out of the ordinary event (outage in Wilmette) which was not budgeted for.
58	880	Other Expenses	108	(5)	113	-2260.00%	Variance is due to expenses incurred to write off charges from work orders.
59	881	Rents	333	466	(133)	-28.54%	Variance is primarily due to lower than anticipated forest preserve license renewal fees.
60		Total Operation	5,366	5,296	70	1.32%	
61							
62		Maintenance					
63	885	Maintenance Supervision and Engineering	198	367	(169)	46.05%	Variance is due to a reduction in maintenance administrative expenses. In order to cover budget overages in other areas, administrative expenses were reduced.
64	886	Maintenance of Structures and Improvements					n/a
65	887	Maintenance of Yarns	115	767	(652)	-85.01%	Variance is primarily due to lower than anticipated Contractor expenses related to skid repairs and field analysis (more work was performed by employees rather than contractor
66	889	Maintenance of Measuring & Reg Station Equip-General	13	41	(28)	-68.29%	Variance is primarily due to higher than anticipated indirect departmental expenses.
67	890	Maintenance of Measuring & Reg Station Equip-Industrial	(427)	(356)	(61)	16.67%	Variance is primarily due to greater than anticipated collection of service charges billed to customers.
68	892	Maintenance of Measuring & Reg Station Equip-City Gate Check	(1,500)	(1,548)	48	-3.10%	n/a
69	893	Maintenance of Meters and House Regulators	(712)	(676)	(36)	53.3%	n/a
70		Total Maintenance	(2,313)	(1,415)	(898)	63.46%	
71							
72		Total Distribution	3,053	3,881	(828)	-21.33%	
73							
74		Customer Accounts Expense					
75		Operation					
76	901	Supervision	208	192	16	8.33%	n/a
77	902	Meter Reading Expenses	55	46	9	19.57%	Variance is primarily due to greater than anticipated indirect departmental expenses.
78	903	Customer Records and Collection Expense	11,266	11,514	(248)	-2.15%	n/a
79	904	Uncollectible Accounts	29,762	19,340	10,422	53.89%	Variance is due to higher than anticipated bad debt expense.
80		Total Customer Accounts Expense	41,291	31,092	10,199	32.80%	

72  
5  
P-9  
3

SECMN 215.7050  
WORKPAPER G-9  
COMPARISON OF BUDGETED NON-PAYROLL EXPENSE TO ACTUAL  
BUDGET TO ACTUAL VARIANCE EXPLANATIONS  
(\$000)

Utility: Northern Illinois Gas Company

Line No.	Acct. No. (A)	Description (B)	2003				Explanation of Variance (G)
			Actual (C)	Budget (D)	Difference (E)	% (F)	
81							
82		Customer Services and Informational Services					
83		Operation					
84	909	Informational and Instructional Expenses	356	453	(97)	-21.41%	Variance is primarily due to lower than anticipated consumer education expense, as a result of budget reductions.
85		Total Customer Services and Informational Services	356	453	(97)	-21.41%	
86							
87		Sales Expenses					
88		Operation					
89	911	Supervision	15	12	3	25.00%	Variance is due to expenses related to a Consumer Contact Strategies membership and conference, which had not been included in the budget.
90	912	Demonstrating and Selling Expenses	568	1,050	(482)	45.90%	Due to budget reductions, expenses related to employee events were reduced.
91	913	Advertising Expenses	522	159	(337)	-39.23%	Due to budget reductions, expenses related to direct marketing and branding were reduced.
92	914	Revenues from Merchandising, Jobbing, & Contract Work	(909)	(1,112)	201	48.26%	Variance is primarily due to lower than anticipated revenue from Gas Line Comfort Guard.
93	915	Costs and Expenses of Merchandising, Jobbing, & Contract Work					n/a
							Variance is primarily due to two factors, higher sales recognition expense due to higher than budgeted commercial and industrial gas sales, as well as higher than anticipated employee purchase plan expense.
94	916	Miscellaneous Sales Expenses	47	25	22	11.00%	
95		Total Sales Expenses	241	814	(591)	-70.16%	
96							
97		Administrative and General Expenses					
98		Operation					
99	920	Administrative and General Salaries	2,007	5,611	(3,604)	-64.23%	Variance is primarily due to benefit and bonus plan payouts which were lower than the amount budgeted. (Bonuses are budgeted at 100% payout rate.)
100	921	Office Supplies and Expenses	17,165	19,691	(2,526)	-12.83%	n/a
101	922	Administrative Expenses Transferred - Credit	(7,373)	(6,301)	(1,072)	17.01%	Variance is due to a higher than anticipated amount of payroll addiitives billed to affiliates
102	923	Outside Services Employed	8,164	7,142	1,022	14.31%	n/a
103	924	Property Insurance	1,141	1,137	4	0.35%	n/a
104	925	Injuries and Damages	(8,312)	7,114	(15,626)	-213.65%	Variance is because actuals include insurance recoveries, which are not budgeted for.
105	926	Employee Pension and Benefits	25,434	25,744	(310)	-1.20%	n/a
106	927	Franchise Requirements	4,815	4,835	(20)	-0.41%	n/a
107	928	Regulatory Commission Expenses	(212)	(212)	N/A		Actuals include an adjustment to an estimated expense to be paid in a FERC related settlement. The original expense was recorded in 2002.
108	929	Duplicate Charges - Credit	(3,693)	(3,678)	(15)	0.415	n/a
109	93010	General Advertising Expenses	17	219	(272)	-94.12%	Variance is primarily due to reduced spending on advertising due to budget reductions.
110	93020	Miscellaneous General Expenses	5,021	5,792	(771)	-13.31%	n/a
111	931	Rents					n/a
112		Total Operation	44,174	67,576	(23,402)	-34.63%	
113		Maintenance					
114	932	Maintenance of General Plant	4,092	4,344	(252)	-5.80%	n/a
115		Total Maintenance	4,092	4,344	(252)	-5.80%	
116							
117		Total General and Administrative Expenses	48,266	71,920	(23,654)	-32.89%	
118							
119							
120		Total Operating and Maintenance Expense	102,834	116,757	(13,923)	-11.92%	